



JON M. HUNTSMAN, JR.
Governor
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Lieutenant Governor

State of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Water Rights

MICHAEL R. STYLER
Executive Director

JERRY D. OLDS
State Engineer/Division Director

April 19, 2006

Kay Jensen, Commissioner
Huntington Creek Distribution System
P.O. Box 93
Cleveland UT 84518

re: Distribution System Budget

Dear Kay:

Earlier this year I discussed with you the problem that the health insurance costs turned out to be higher than we had originally expected so there is an amount of \$1,746.21 that needs to be reimbursed for those health costs. Also, there was an error resulting in an over payment of salary by \$54.40. The total amount that you need to reimburse to the system is \$1800.61 (\$1,746.21 + \$54.40).

The enclosed spreadsheet shows the budget that was set at the annual meeting after the first commissioner vote was taken and the revisions that I have made to accommodate the payment of your health insurance this year.

I have taken the liberty of reducing the salary that will be paid to you by \$1801 to make up the required reimbursement. I thought this would be easier than asking you to make a reimbursement payment and then essentially paying it back to you over the year. I have increased the health insurance budget by \$1801 more than will be required (it won't be spent but it will show up in the budget) to show the reimbursement to the system.

Also, regarding the travel costs, the procedure that has been used in the past was changed at the annual meeting. Instead of paying a lump sum reimbursement to the irrigation company during the year, the procedure was changed to reimburse you for water commissioner related travel at the IRS rate of \$0.445 per mile.

If you have any questions concerning this budget please contact me by phone at (801)538-7380 or by e-mail at LeeSim@utah.gov.

Sincerely,

Lee H. Sim, R.E.
Assistant State Engineer

cc: Distribution System File
Marc Stilson